

**WORKFORCE SAFETY & INSURANCE**  
**INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2004**

	June-04					March-04				December-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Allocation		Quarter	Month		Allocation		Quarter		Allocation		Quarter	Allocation		Quarter						
	Market Value	Actual	Policy	Net ROR	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																					
Structured Growth																					
Los Angeles Capital	17,634,267	1.6%	1.6%	2.95%	1.80%	20,257,067	1.9%	1.8%	-0.33%	20,392,103	1.9%	1.8%	9.14%	18,769,212	1.9%	1.8%	N/A	N/A	N/A	N/A	
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	1	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth																					
Russell 1000 Growth	17,634,267	1.6%	1.6%	2.95%	1.80%	20,257,068	1.9%	1.8%	-0.33%	20,392,103	1.9%	1.8%	9.14%	18,769,212	1.9%	1.8%	4.99%	17.58%	-1.88%	-21.24%	-6.07%
				1.94%	1.25%				0.79%				10.41%				3.92%	17.88%	2.94%	-21.54%	-5.03%
Structured Value																					
LSV	17,861,910	1.7%	1.6%	2.33%	3.97%	20,041,241	1.8%	1.8%	6.26%	20,597,607	2.0%	1.8%	15.69%	17,915,385	1.8%	1.8%	3.78%	30.56%	-2.25%	8.84%	3.73%
Russell 1000 Value				0.88%	2.36%				3.03%				14.19%				2.06%	21.13%	-1.02%	-0.19%	1.05%
Russell 1000 Enhanced Index																					
LA Capital	36,627,673	3.4%	3.2%	-0.09%	2.15%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Russell 1000				1.40%	1.80%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
S&P 500 Enhanced Index																					
Westridge	35,640,409	3.3%	3.2%	-0.26%	1.95%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
S&P 500				1.72%	1.94%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
Index																					
State Street	10,744,029			1.68%	1.92%	8,067,072			1.68%	92,295,922			12.15%	82,667,030	8.3%	8.4%	2.64%	19.01%	0.23%	-11.28%	-1.69%
Transition Account	-			N/A	N/A	81,520,119			N/A	N/A			N/A	N/A	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Index	10,744,029	1.0%	1.2%	1.68%	1.92%	89,587,191	8.2%	8.4%	1.68%	92,295,922	8.8%	8.4%	12.15%	82,667,030	8.3%	8.4%	2.64%	19.01%	0.23%	-11.28%	-1.69%
S&P 500				1.72%	1.94%				1.69%				12.18%				2.64%	19.11%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY																					
S&P 500	118,508,288	11.0%	10.7%	1.96%	2.28%	129,885,501	11.9%	12.0%	2.91%	133,285,633	12.7%	12.0%	12.21%	119,351,627	12.0%	12.0%	3.16%	21.46%	-0.48%	-9.33%	-1.90%
				1.72%	1.94%				1.69%				12.18%				2.64%	19.11%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																					
Manager-of-Managers																					
SEI	58,295,831	5.4%	5.3%	-0.91%	3.15%	68,957,142	6.3%	6.0%	6.66%	66,671,971	6.4%	6.0%	14.88%	61,777,661	6.2%	6.0%	9.54%	32.99%	0.09%	N/A	N/A
Russell 2000 + 200bp				0.98%	4.38%				6.78%				15.07%				9.60%	35.99%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY																					
Russell 2000	58,295,831	5.4%	5.3%	-0.91%	3.15%	68,957,142	6.3%	6.0%	6.66%	66,671,971	6.4%	6.0%	14.88%	61,777,661	6.2%	6.0%	9.54%	32.99%	0.09%	-3.49%	1.64%
				0.47%	4.21%				6.26%				14.52%				9.07%	33.36%	-1.63%	-3.30%	0.97%
CONVERTIBLES																					
TCW	65,350,075	6.1%	6.0%	2.30%	2.54%	128,547,261	11.8%	12.0%	2.51%	128,286,011	12.3%	12.0%	9.99%	117,030,576	11.7%	12.0%	1.86%	17.50%	10.23%	-9.51%	3.90%
First Boston Convertible Index				-0.13%	1.19%				2.57%				8.54%				2.67%	14.16%	15.46%	-3.77%	5.29%
INTERNATIONAL EQUITY																					
Large Cap - Active																					
Capital Guardian	42,823,946	4.0%	4.0%	-1.02%	1.01%	74,277,245	6.8%	6.4%	3.54%	71,723,739	6.9%	6.4%	13.07%	65,573,539	6.6%	6.4%	8.18%	25.36%	-10.31%	-15.85%	0.02%
MSCI EAFE - 50% Hedged				1.16%	2.28%				4.09%				13.15%				6.58%	26.98%	-11.24%	-15.51%	-5.33%
Small Cap - Value																					
Lazard	5,885,202	0.5%	0.5%	4.81%	4.19%	9,977,205	0.9%	0.8%	8.63%	9,185,768	0.9%	0.8%	14.50%	8,900,251	0.9%	0.8%	9.92%	43.30%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				-0.16%	4.60%				12.80%				13.31%				15.95%	47.95%	N/A	N/A	N/A
Small Cap - Growth																					
Vanguard	5,631,515	0.5%	0.5%	-0.03%	3.37%	9,367,411	0.9%	0.8%	10.37%	9,856,522	0.9%	0.8%	14.06%	8,634,968	0.9%	0.8%	14.95%	44.68%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				-0.16%	4.60%				12.80%				13.31%				15.95%	47.95%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY																					
MSCI EAFE - 50% Hedged	54,340,663	5.0%	5.0%	-0.20%	1.61%	93,621,861	8.6%	8.0%	4.79%	90,766,028	8.7%	8.0%	13.32%	83,108,758	8.3%	8.0%	9.00%	29.16%	-9.20%	-15.51%	0.27%
				1.16%	2.28%				4.09%				13.15%				6.58%	26.98%	-11.24%	-15.51%	-5.33%
DOMESTIC FIXED INCOME																					
Core Bond																					
Western Asset	174,540,645	16.2%	14.7%	-1.94%	1.00%	317,330,208	29.1%	29.5%	2.96%	301,215,227	28.8%	29.5%	1.61%	293,880,379	29.4%	29.5%	-0.17%	2.42%	12.77%	11.23%	8.12%
Lehman Aggregate				-2.44%	0.57%				2.66%				0.32%				-0.14%	0.32%	10.39%	10.07%	7.54%
Index																					
Bank of ND	226,355,285	21.0%	21.0%	-2.47%	0.34%	174,612,451	16.0%	16.6%	3.01%	161,411,958	15.4%	16.6%	0.07%	160,764,147	16.1%	16.4%	-0.46%	0.07%	13.26%	10.87%	7.78%
Bank of ND CD'S	11,309,710	1.0%	1.0%	0.86%	0.29%	11,815,243	1.1%	1.1%	0.87%	11,712,991	1.1%	1.1%	0.86%	12,617,743	1.3%	1.3%	0.88%	3.53%	3.54%	4.85%	5.09%
Total Index	237,664,996	22.0%	22.0%	-2.28%	0.33%	186,427,694	17.1%	17.7%	2.87%	173,124,949	16.5%	17.7%	0.12%	173,381,889	17.4%	17.7%	-0.37%	0.28%	12.66%	10.35%	7.51%
Lehman Intermediate Gov/Credit (1)				-2.52%	0.30%				3.06%				-0.03%				-0.50%	13.14%	10.82%	7.83%	
BBB Average Quality																					
Strong	96,852,940	9.0%	7.3%	-3.47%	0.55%	128,677,396	11.8%	11.8%	3.30%	124,683,310	11.9%	11.8%	1.46%	123,196,541	12.3%	11.8%	0.02%	1.18%	17.91%	N/A	N/A
Lehman US Credit BAA				-2.86%	1.19%				3.41%				1.22%				0.27%	1.96%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME																					
Lehman Gov/Credit	509,058,581	47.2%	44.0%	-2.13%	0.60%	632,435,298	57.9%	59.0%	3.00%	599,023,486	57.2%	59.0%	1.14%	590,458,808	59.1%	59.0%	-0.19%	1.77%	13.76%	11.00%	7.93%
				-3.17%	0.41%				3.06%				-0.03%				-0.50%	-0.72%	13.14%	10.82%	7.83%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)																					
Northern Trust Global Investments	119,335,818	11.1%	11.0%	N/A	0.29%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Western	121,247,268	11.2%	11.0%	N/A	0.22%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
TOTAL TIPS																					
LB US TIPS Index	240,583,086	22.3%	22.0%	N/A	0.25%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
				0.00%	0.04%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
REAL ESTATE																					
Manager To Be Determined																					
NCREIF Total Index	-	0.0%	6.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
				3.13%	1.03%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
CASH EQUIVALENTS																					
Bank of ND	32,736,071	3.0%	1.0%	0.31%	0.12%	38,500,490	3.5%	3.0%	0.29%	28,729,009	2.7%	3.0%	0.29%	26,992,705	2.7%	3.0%	0.30%	1.20%	1.57%	3.26%	4.15%
90 Day T-Bill				0.24%	0.07%				0.24%				0.26%				0.25%	0.98%	1.52%	3.33%	4.08%
TOTAL WSI																					
POLICY TARGET BENCHMARK	1,078,872,594	100.0%	100.0%	-0.84%	1.05%	1,091,947,553	100.0%	100.0%	3.13%	1,046,762,137	100.0%	100.0%	5.32%	998,720,135	100.0%	100.0%	1.78%	9.62%	8.96%	2.79%	5.54%
				-1.63%	0.87%				3.04%				4.32%				1.46%	7.29%	8.88%	3.42%	5.41%